

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 968 – SB 1039

April 6, 2011

SUMMARY OF AMENDMENT (005777): Specifies that the issuance of a temporary permit will be in accordance with Tenn. Code Ann. § 63-1-142.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – \$60,000/One-Time/Division of Regulatory Boards

Increase State Expenditures – \$60,000/One-Time/Division of Regulatory Boards

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions applied to amendment:

- Health Related Boards and Boards administratively attached to the Division of Regulatory Boards will be required to expedite the review of applications in which the applicant meets the criteria outlined in the proposed legislation.
- According to the Department of Health, 24,229 applications were received in calendar year 2010, of which 2,418 were reciprocal applications. The provisions of this bill would only affect those reciprocal applications filed by military spouses.
- The Department estimates that rulemaking and any additional duties imposed by this bill can be accomplished during regularly scheduled Board meetings and any cost can be accommodated within existing resources without an increased appropriation or reduced reversion.
- According to the Department of Commerce and Insurance (TDCI), 15,244 applications were received in FY09-10 by 10 Regulatory Boards.
- Ten Boards administratively attached to the Division of Regulatory Boards will be required to promulgate rules to effect the change. According to TDCI, the cost of rule-making is \$5,000 per program, resulting in a total cost of \$50,000 (\$5,000 x 10 Boards).
- The cost of computer programming necessary to accommodate the proposed changes is estimated to be \$1,000 per program, resulting in a total cost of \$10,000 (\$1,000 x 10 Boards).

- The boards impacted will increase fee revenue necessary to cover the increased expenditures resulting in an increase in revenue of \$60,000.
- Pursuant to Tenn. Code Ann. § 4-3-1011, all health-related boards and regulatory boards are required to be self-supporting over a two-year period. As of June 30, 2010, the Division of Health Related Boards had a balance of \$5,416,959 and the Division of Regulatory Boards had a closing balance of \$2,049,817.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "James W. White, Jr." with a stylized flourish at the end.

James W. White, Executive Director

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